DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD

FINANCIAL STATEMENTS

For the Year Ended May 31, 2010

Provincial Auditor Saskatchewan

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SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly of Saskatchewan

I have audited the statement of financial position of the Doukhobors of Canada C.C.U.B. Trust Fund Board as at May 31, 2010 and the statements of operations and accumulated surplus and cash flows for the year then ended. The Board's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Doukhobors of Canada C.C.U.B. Trust Fund Board as at May 31, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
August 16, 2010

Brian Atkinson, FCA
Acting Provincial Auditor

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
STATEMENT OF FINANCIAL POSITION
As at May 31

	2010	2009
Financial assets		
Cash	$ 6,239	$ 15,782
Accrued interest receivable	7,876	9,160
Investments (Schedule 1)	294,400	289,581
	308,515	314,523
Liabilities		
Accounts payable	375	675
Net financial assets	308,140	313,848
Non-financial assets	-	-
Accumulated surplus (Statement 2)	$ 308,140	$ 313,848

(See accompanying notes to the financial statements)

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
For the Year Ended May 31

	2010	2009
Revenues		
Investment interest	$ 12,157	$ 13,139
Expenses		
Grants	6,078	-
Board expense	11,132	2,668
Administration expense	655	701
	17,865	3,369
Annual (deficit) surplus	(5,708)	9,770
Accumulated surplus, beginning of year	313,848	304,078
Accumulated surplus, end of year (Statement 1)	$ 308,140	$ 313,848

(See accompanying notes to the financial statements)

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
STATEMENT OF CASH FLOWS
For the Year Ended May 31

	2010	2009
Operating transactions		
Annual (deficit) surplus	$ (5,708)	$ 9,770
Change in non-cash items		
Accrued interest receivable	1,284	212
Accounts payable	(300)	75
Cash applied to operating transactions	(4,724)	10,057
Investing transactions		
Proceeds from investments	109,181	22,457
Investments	(114,000)	(18,181)
Cash applied to investing transactions	(4,819)	4,276
(Decrease) increase in cash	(9,543)	14,333
Cash, beginning of year	15,782	1,449
Cash, end of year	$ 6,239	$ 15,782

(See accompanying notes to the financial statements)

Schedule 1

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
SCHEDULE OF INVESTMENTS
As at May 31

Description	Interest Rate	Maturity Date	2010	2009
Pacific & Western - GIC	4.50%	June 1, 2009	$ -	$ 51,000
LBC Trust - GIC	4.35%	August 31, 2009	-	40,000
Equitable Trust - GIC	4.18%	December 14, 2010	45,000	45,000
ICICI Bank - GIC	5.03%	June 28, 2012	40,000	40,000
ICICI Bank - GIC	5.03%	July 25, 2012	48,400	48,400
Equitable Trust - GIC	4.45%	April 2, 2013	47,000	47,000
TD Canada Trust - GIC	3.40%	March 11, 2010	-	18,181
NATCAN - GIC	3.70%	June 23, 2014	51,000	-
HSBC Bank - GIC	3.25%	September 3, 2014	40,000	-
Affinity Credit Union - Term Deposit	0.40%	July 9, 2010	5,000	-
TD Mortgage Corp GIC	1.50%	March 12, 2012	18,000	-
			$ 294,400	$ 289,581

DOUKHOBORS OF CANADA C.C.U.B. TRUST FUND BOARD
NOTES TO THE FINANCIAL STATEMENTS
May 31, 2010

1. Purpose of the Organization

The Doukhobors of Canada C.C.U.B. Trust Fund Board was incorporated under *The Doukhobors of Canada C.C.U.B Trust Fund Act.*

The purpose of the Board is to administer the Doukhobors of Canada C.C.U.B. Trust Fund and to make grants from this Fund to recognized non-profit organizations which are dedicated to establishing and maintaining the heritage and culture of the Doukhobors of Canada.

2. Significant Accounting Policies

The financial statements are prepared in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants and include the following significant accounting policies:

a) Investments

Investments are recorded at cost. Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. Revenue from investments is recorded in income as it is earned.

b) Grants

Grants are recorded as expenses when approved by the Board, eligibility criteria, if any, have been met by the recipient and the amount of the grant can be estimated.

3. Restricted Net Assets

The Fund was initially created from surplus funds arising out of the liquidation of assets of the C.C.U.B. Ltd. in the amount of $222,078 plus interest of $45,422 for a total of $267,500. According to *The Doukhobors of Canada C.C.U.B Trust Fund Act*, only the investment income on the $267,500 will be made available for expenses by the Board.

4. Financial Instruments

a) Significant terms and conditions

There are no significant terms and conditions related to accrued interest receivable or accounts payable that may affect the amount, timing and certainty of future cash flows. Significant terms and conditions for the other financial instruments are disclosed separately in these financial statements.

b) Credit risk

The Board invests in bonds and debentures that are either government-backed or covered by the Canadian Deposit Insurance Corporation. In addition, investments are made in accordance with *The Pension Benefits Standards Regulations, 1985.*

c) Fair Value

The carrying amounts of these financial instruments approximate fair value due to their immediate or short-term nature:

- accrued interest receivable; and
- accounts payable

5. Statement of change in net financial assets

A statement of change in net financial assets has not been presented since this information is readily apparent from the other financial statements.

Christian Communities of Universal Brotherhood

C.C.U.B.

DOUKHOBORS OF CANADA, CCUB TRUST FUND
Registered at, Box 99, Verigin, Sask. S0A 4H0

Present day Secretary,
Alex Strelioff
Box 133, Marcelin, Sk. S0J 1R0
[306] 226-4605 email: alexj@sasktel.net

Minutes of the July 25, 2009 Meeting of the Doukhobors of Canada, CCUB Trust Fund held in Castlegar, BC at the Doukhobor Discovery Museum.

In attendance were: Keith Tarasoff, John Trofimenkoff, Bill Kalmakoff, Alex Strelioff, Mark Zeabin, Bob Ewashen, Fred Makortoff and past Chairman Larry Ewashen.

The meeting was opened with the reading of the Lord's Prayer by John Trofimenkoff at 9:15 am.

Larry Ewashen as past Chairman, opened the meeting with the calling of nominations for a Secretary:

Moved by John Trofimenkoff., seconded by Keith Tarasoff that Alex Strelioff be secretary. No other nominations were put forward. *Motion was carried.*

Larry Ewashen then called for nominations for a Chairperson for 2009/10.

Keith Tarasoff nominated Fred Makortoff. No further nominations were put forth.

Recorded vote as required:

1) Mark Zeabin, yes
2) Bill Kalmakoff, yes
3) John Trofimenkoff, yes
4) Keith Tarasoff, yes
5) Fred Makortoff, yes
6) Bob Ewashen, yes
7) Alex Strelioff, yes

Fred Makortoff was chosen as Chairperson for the year by *acclamation.*

Larry Ewashen then called for the nomination of a Vice-Chairperson.

Moved by John Trofimenkoff, seconded by Fred Makortoff that Bob Ewashen act as Vice-

chairperson. *Carried*

Larry Ewashen then called for nominations for Treasurer.

Moved by John Trofimenkoff, seconded by Fred Makortoff that Bill Kalmakoff be Treasurer. *Carried*

At this point Larry Ewashen handed over the meeting to the new Chairperson Fred Makortoff.

A hearty vote of thanks was extended to Larry Ewashen for his work as Chairperson and for arranging the accommodations for a meeting.

The new officials of the Board of Directors will be:

Chairperson:	Fred Makortoff
Vice-Chairperson	Bob Ewashen
Secretary	Alex Strelioff
Treasurer	Bill Kalmakoff

The Agenda for the meeting was read by Alex Strelioff

Moved by Bill Kalmakoff, seconded by John Trofimenkoff that the agenda be adopted as read. *Carried*

The minutes of the last Board meeting in Saskatoon were read by the secretary.
Moved by Alex Strelioff, seconded by Keith Tarasoff that the minutes be adopted as read. *Carried*

There was no business arising out of last years minutes.

The Saskatchewan Provincial Auditor's Financial Statement was presented by treasurer Bill Kalmakoff.

Moved by Bill Kalmakoff and seconded by Mark Zeabin, that the Provincial Auditor's Financial Report be accepted. *Carried*

The CCUB Treasurer's Financial Statement was presented and read by the Treasurer.
Moved by Bill Kalmakoff and seconded by John Trofimenkoff that the Treasurer's Report be accepted as read. *Carried*

A discussion followed on the financial reports and it was agreed that if possible there should be more clarity in it.

Moved by Bob Ewashen and seconded by Keith Tarasoff that the Treasurer provide us if possible in the future with a historical context of the Growth Fund Account , the TD account, the Affinity $5000 account and how we can establish a better process in the financial statement so that there is more clarity. *Carried*

Moved by Keith Tarasoff, seconded by Mark Zeabin, that the secretaries expenses of $55.03 be paid and that the payment of Member's Expenses as presented also be paid.
Carried

Moved by Keith Tarasoff and seconded by John Trofimenkoff that the Honorarium of $300 be paid to the Treasurer and that the Honorarium of $300 be paid to the Secretary. *Carried*

Moved by John Trofimenkoff and seconded by Bob Ewashen that the following members be the signing authorities:

Bill Kalmakoff, Saskatoon, Sask.

Alex Strelioff, Marcelin, Sask.

Keith Tarasoff, Canora, Sask.

At this point the board members, recessed for Lunch.

Upon resumption of the meeting after lunch, the board was informed by the treasurer that there is available for distribution the sum of $6,088.04.

Moved by Keith Tarasoff and seconded by Mark Zeabin that the allocation for this be $ 6,088.04 *Carried*

The board agreed that the provincial allocation of funds would be as follows:

Saskatchewan	45%	$ 2,739.78
Alberta	10%	$ 608.80
British Columbia	45%	$ 2,739.78

Moved by Bob Ewashen, seconded by Keith Tarasoff that the allocation of funding be as follows:

Saskatchewan:

National Doukhobor Heritage Village Inc.,
PO Box 99,
Verigin, Sask.
S0A 4H0 — $ 1,989.—

Blaine Lake Doukhobor Society,
Box 281,
Blaine Lake, Sask.
S0J 0J0 — $ 500.—

Doukhobor Dugout House Inc.,
Box 433,
Blaine Lake, Sask
S0J 0J0 — $ 250.—

Alberta:

Southern Alberta Doukhobors,
C/O Kevin Seminoff,
39 Hidden Mews NW
Calgary, Alberta
T3A 5S8 — $ 203.—

Calgary Doukhobor Cultural Society,
43 Arbour Glen Close N. W.
Calgary, AB.
T3G 3Y6 — $ 203.—

United Doukhobors of Alberta (Cowley-Lundbreck)
C/O Larry Salekin,
171 Woodside Rd. N.W.
Airdrie, AB
T4B 2E2 — $ 203.—

British Columbia:

Doukhobor Discovery Center,
112 Heritage Way
Castlegar, BC
V1N 4M5 — $ 250.—

Doukhobor Benevolent Society
Parkside Villa
P.O. Box 1611
Grand Forks, BC
V0H 1H0 — $ 230.—

USCC Cultural Interpretive Society
820 Markova Road
Castlegar, BC
V1N 4L9 — $ 400.—

Pass Creek Community Hall Society
1989 Pass Creek Road,
Castlegar, BC
V1N 4T1 — $ 450.—

Lower Mainland Doukhobor Benevolent Society
11905 80th Ave.
Delta, BC
V4C 1Y1 — $ 300.—

Creston Doukhobor Society
C/O Alex Wishlow
215 33 Ave. S.
Creston, BC
V0B 1G1 — $ 400.—

Krestova Doukhobor Prayer Hall
Site 7, Comp 2,
Crescent Valley, BC
V0G 1H0

$ 700.—

Motion Carried

Other Business

Moved by John Trofimenkoff and seconded by Bob Ewashen that we circulate a copy of working bylaws for this Board for consideration and ideas by all board members for presentation and approval at the next board meeting.

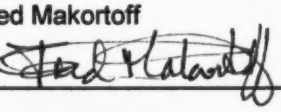
Carried

It was mutually decided that the next meeting should be in Alberta on Saturday July 24, 2010, location and time to be arranged by Fred Makortoff.

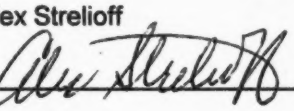
Also it was left to Fred Makortoff to establish who the Alberta Delegate is and who the other BC delegate is.

Meeting adjourned 4:10 pm

Chairman: Fred Makortoff

Signature 

Secretary: Alex Strelioff

Signature 

C.C.U.B.

DOUKHOBORS OF CANADA, CCUB TRUST FUND
Registered at, Box 99, Verigin, Sask. S0A 4H0

Present day Secretary,
Alex Strelioff
Box 133, Marcelin, Sk. S0J 1R0
[306] 226-4605 email: alexj@sasktel.net

Minutes of Special CCUB Meeting held Oct. 17, 2009 in Calgary

The meeting was called to order by Chairman Fred Makortoff at 1:15 pm.

The purpose of this special meeting was to lay the groundwork for the method by which the Doukhobors of Canada CCUB Trust Fund can be transferred into a non-profit corporation or a private Trust Fund as the Government of Saskatchewan has laid out a timeframe by which it will reduce administrative cost for the Doukhobors of Canada CCUB Trust Fund Board and for the Government of Saskatchewan related to board appointments and financial statement and to remove the Government of Saskatchewan's guardianship role in the Trust Fund.

Board members in attendance were:

Fred Makortoff
Alex Strelioff
Bill Kalmakoff
John Trofimenkoff
Keith Tarasoff
Larry Salekin
Bob Ewashen
Gord Sookaveiff
Mark Zeabin

Resource people attending were: Mich Ozeroff, (DCSS) SK., Mike Kanigan (USCC) BC., and Jack Tarasoff, AB.

Chairman Fred Makortoff asked who would have the power of voting around the table and it was agreed that only the attending Board Members would have a vote.

After discussion of the avenues proposed to us, it was unanimously decided that a non-profit corporation was out of the question.

A lengthy discussion followed this and some of the board members wondered as to what other options or ways may exist for us to consider.

Both the e-mail letter from Bob Warnock outlining the methods and the letter laying out the

pro's and con's from Nicholas Stooshinoff were discussed at length.

Board members representing Saskatchewan pointed out that the method of appointments by BC and AB were always late in coming into the ministry of Saskatchewan and rebuked them as it was creating problems because they were not following what was laid out in the Legislated bylaws.

After some discussion, some members wanted another opinion as what may be left that we could explore and Gord Sookaveiff was asked to get another legal opinion.

Moved by Gord Sookaveiff and seconded by John Trofimenkoff, that regardless of the method we proceed, Bill Kalmakoff and Alex Strelioff are authorized to approach Nicholas Stooshinoff for the purpose of being our Lawyer of Record. Unanimous

In discussion it was brought forward that the government of Saskatchewan should be approached to bear the costs of this change.

Moved by Keith Tarasoff and seconded by John Trofimenkoff that the expenses of the board members for this special meeting be based on the annual meeting rates. Carried

Adjourned 4:05